

RESOLUTION NO. 74484

**A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSÉ
APPROVING A FUNDING COMMITMENT FOR A LOAN OF UP
TO \$1,800,000 OF HOME INVESTMENT PARTNERSHIP
PROGRAM FUNDS TO CHARITIES HOUSING DEVELOPMENT
CORPORATION FOR THE FUTURE DEVELOPMENT OF A
RENTAL HOUSING PROJECT AND APPROVING \$75,000 IN
HOME FUNDS TO SUBSIDIZE THE ADMINISTRATIVE COSTS
OF OPERATING A COMMUNITY HOUSING DEVELOPMENT
ORGANIZATION**

WHEREAS, the City of San José (“City”) is an entitlement jurisdiction that receives annual funding allocations from the U.S. Department of Housing and Urban Development for the HOME Investment Partnership (“HOME”) program funds, which have the purpose of strengthening public-private partnerships and expanding the supply of decent, safe sanitary, and affordable housing, with the primary attention to rental housing for extremely low-income and very low-income families; and

WHEREAS, jurisdictions may use HOME funds to carry out multi-year housing strategies through the acquisition, rehabilitation, and construction of new housing, and the provision of tenant-based rental assistance; and

WHEREAS, under federal HOME regulations, a minimum of 15% of the HOME program funds allocated to the jurisdictions must be set aside for Community Housing Development Organizations (“CHDO”) to carry out HOME-eligible activities; and

WHEREAS, in April 2008, Charities Housing Development Corporation was recertified as a CHDO for the City’s HOME program; and

WHEREAS, the City desires the City Council to approve a funding commitment for a loan of up to \$1,800,000 of HOME program funds to Charities Housing Development Corporation for the future development of a rental housing project affordable to lower-

income households, and to approve \$75,000 in Home funds to subsidize the administrative costs of operating a CHDO;

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

1. The funding commitment for a loan of up to \$1,800,000 of HOME Investment partnership program funds to Charities Housing Development Corporation, a Community Housing Development Organization, for the future development of a rental housing project affordable to lower-income households, as more specifically set forth in the Director of Housing report dated June 2, 2008, is hereby approved.
2. A grant in the amount of \$75,000 in HOME Investment Partnership funds to subsidize the administrative costs of operating a Community Housing Development Organization, as more specifically set forth in the Director of Housing report dated June 2, 2008, is hereby approved.

ADOPTED this 24th day of June 2008, by the following vote:

AYES: CAMPOS, CHIRCO, CHU, CORTESE, LICCARDO,
NGUYEN, OLIVERIO, PYLE, WILLIAMS; REED.

NOES: NONE.

ABSENT: CONSTANT.

DISQUALIFIED: NONE.

CHUCK REED
Mayor

ATTEST:

LEE PRICE, MMC
City Clerk